

**EUPE CORPORATION BERHAD***(Company No.: 377762-V)**(Incorporated in Malaysia under the Companies Act, 1965)***PART A2 : SUMMARY OF KEY FINANCIAL INFORMATION****SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015**

	3 Months Ended		6 Months Ended	
	Current Quarter 31 AUG 2015 RM '000	Corresponding Quarter 31 AUG 2014 RM '000	Current Period to date 31 AUG 2015 RM '000	Corresponding Period to date 31 AUG 2014 RM '000
1. Revenue	22,238	46,669	58,453	93,271
2. Profit/(loss) before tax	1,111	4,111	2,680	5,642
3. Profit/(loss) for the period	1,035	3,506	1,764	4,321
4. Profit/(loss) attributable to ordinary equity holders of the parent	1,063	3,544	1,838	4,275
5. Basic earnings/ (loss) per shares (sen)	0.83	2.77	1.44	3.34
6. Proposed/declared dividend per share (sen)	0.00	0.00	0.00	0.00

	AS AT END OF CURRENT QUARTER	AS AT PRECEEDING FINANCIAL PERIOD END
7. Net assets per share attributable to ordinary equity holders of the parent (RM)	2.23	2.22



EUPE CORPORATION BERHAD

(Company No.: 377762-V)

(Incorporated in Malaysia under the Companies Act, 1965)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the financial period ended 31 August 2015

(The figures have not been audited)

	3 MONTHS ENDED		6 MONTHS ENDED	
	CURRENT QUARTER	CORRESPONDING QUARTER	CURRENT PERIOD TO DATE	CORRESPONDING PERIOD TO DATE
	31/08/2015 RM'000	31/08/2014 RM'000	31/08/2015 RM'000	31/08/2014 RM'000
REVENUE	22,238	46,669	58,453	93,271
COST OF SALES	(16,323)	(38,504)	(47,013)	(79,536)
GROSS PROFIT	5,915	8,165	11,440	13,735
OTHER OPERATING INCOME	400	360	630	3,068
MARKETING AND DISTRIBUTION COSTS	(922)	(751)	(1,693)	(4,405)
ADMINISTRATION EXPENSES	(2,571)	(2,335)	(4,877)	(4,611)
OTHER OPERATING EXPENSES	(1,352)	(1,063)	(2,161)	(1,897)
FINANCE COST	(359)	(357)	(659)	(689)
SHARE OF RESULT IN JOINT VENTURES	-	92	-	441
PROFIT BEFORE TAX	1,111	4,111	2,680	5,642
TAX EXPENSE	(76)	(605)	(916)	(1,321)
PROFIT FOR THE YEAR	1,035	3,506	1,764	4,321
UNREALISED GAIN / (LOSS) ON FOREIGN EXCHANGE	(81)	(106)	(136)	43
FOREIGN CURRENCY TRANSLATION DIFFERENCES FOR FOREIGN OPERATION	-	(9)	(8)	5
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	954	3,391	1,620	4,369
PROFIT ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	1,063	3,544	1,838	4,275
MINORITY INTEREST	(28)	(38)	(74)	46
	1,035	3,506	1,764	4,321
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	982	3,429	1,694	4,323
MINORITY INTEREST	(28)	(38)	(74)	46
	954	3,391	1,620	4,369
EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY:				
BASIC EARNINGS PER SHARE (SEN)	0.83	2.77	1.44	3.34
DILUTED EARNINGS PER SHARE (SEN)	0.83	2.77	1.44	3.34

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2015 and the accompanying explanatory notes attached to the financial Statements)

**EUPE CORPORATION BERHAD***(Company No.: 377762-V)**(Incorporated in Malaysia under the Companies Act, 1965)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****as at 31 August 2015**

(The figures have not been audited)

	AS AT 31/08/2015 RM'000	AS AT 28/02/2015 RM'000
<u>ASSETS</u>		
PROPERTY, PLANT AND EQUIPMENT	72,957	73,968
OTHER INVESTMENTS	13	13
LAND HELD FOR PROPERTY DEVELOPMENT	171,552	163,697
INVESTMENT PROPERTIES	33,327	33,230
INVESTMENTS IN JOINT VENTURES	3,854	3,639
DEFERRED TAX ASSETS	1,111	1,121
CURRENT ASSETS		
Property development costs	85,592	78,118
Inventories	14,119	14,377
Trade and other receivables	64,076	60,753
Sinking and redemption funds	205	205
Tax recoverable	1,647	1,013
Cash and bank balances	15,520	16,719
	<u>181,159</u>	<u>171,185</u>
TOTAL ASSETS	<u>463,973</u>	<u>446,853</u>
<u>EQUITY AND LIABILITIES</u>		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		
Share capital	128,000	128,000
Reserves	157,863	156,169
	<u>285,863</u>	<u>284,169</u>
Minority interest	5,338	4,965
	<u>291,201</u>	<u>289,134</u>
LONG TERM AND DEFERRED LIABILITIES		
Borrowings	22,659	18,496
Deferred taxation	15,565	15,772
	<u>38,224</u>	<u>34,268</u>
CURRENT LIABILITIES		
Progress Billings	56,242	51,933
Trade and other payables	50,828	39,554
Provision for infrastructure & renovation cost	3,353	3,527
Borrowings	23,162	27,059
Tax liabilities	963	1,378
	<u>134,548</u>	<u>123,451</u>
TOTAL EQUITY AND LIABILITIES	<u>463,973</u>	<u>446,853</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM)		
	<u>2.23</u>	<u>2.22</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2015 and the accompanying explanatory notes attached to the financial Statements)

**EUPE CORPORATION BERHAD***(Company No.: 377762-V)**(Incorporated in Malaysia under the Companies Act, 1965)***CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY****for the financial period ended 31 August 2015***(The figures have not been audited)*

	---- ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENTS ----					MINORITY INTEREST	TOTAL EQUITY
	Share capital RM'000	Share premium RM'000	Exchange Translation reserve RM'000	Retained profits RM'000	Sub-total RM'000		
Balance as at 1 March 2015	128,000	5,982	(17)	150,204	284,169	4,965	289,134
Additional minority interest' shares in subsidiary companies	-	-	-	-	-	447	447
Total comprehensive income	-	-	(8)	1,702	1,694	(74)	1,620
Dividend paid	-	-	-	-	-	-	-
Balance as at 31 Aug 2015	<u>128,000</u>	<u>5,982</u>	<u>(25)</u>	<u>151,906</u>	<u>285,863</u>	<u>5,338</u>	<u>291,201</u>
Balance as at 1 March 2014	128,000	5,982	13	139,001	272,996	5,088	278,084
Additional minority interest' shares in subsidiary companies	-	-	-	-	-	-	-
Total comprehensive income	-	-	5	4,318	4,323	46	4,369
Dividend paid	-	-	-	-	-	-	-
Balance as at 31 Aug 2014	<u>128,000</u>	<u>5,982</u>	<u>18</u>	<u>143,319</u>	<u>277,319</u>	<u>5,134</u>	<u>282,453</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2015 and the accompanying explanatory notes attached to the financial statement)

**EUPE CORPORATION BERHAD***(Company No.: 377762-V)**(Incorporated in Malaysia under the Companies Act, 1965)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW****for the financial period ended 31 August 2015***(The figures have not been audited)*

	6 MONTHS ENDED	
	31/08/2015	31/08/2014
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	69,077	88,875
Cash payments to suppliers and creditors	(60,021)	(75,354)
Cash payments to employees and for expenses	(12,672)	(12,195)
Cash generated from operations	<u>(3,616)</u>	<u>1,326</u>
Interest expenses - overdraft	(43)	(94)
Rental income received	153	150
Deposit received/(paid)	(209)	45
Insurance compensation received	-	98
Tax paid / (refund)	(2,052)	(1,560)
Net cash from operating activities	<u>(5,767)</u>	<u>(35)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	185	364
Dividend received	-	-
Purchase of property, plant and equipment & IP	(861)	(2,333)
Proceed from disposal of property, plant and equipment	21	-
Proceeds from sales of Investment Property	-	-
Subsequent expenditure on investment properties	(174)	-
Deposit refund / (paid) for acquisition of land	-	(1,471)
Gain from foreign exchange -land deposit	-	-
Subscription in ordinary shares of subsidiaries	-	-
Investment from joint ventures	4,765	2,007
Other investment	990	-
Fixed deposits released from pledge / (pledge to licensed bank)	358	92
Net cash used in investing activities	5,284	(1,341)
CASH FLOWS FROM FINANCING ACTIVITIES		
Issuance of share capital	447	-
Dividend paid	-	-
Drawdown of revolving credit	1,500	3,882
Drawdown of term loan	4,300	-
Drawdown of hire purchase loan	-	910
Net creation of bankers' acceptance	1,135	1,421
Repayment of revolving credit	-	(8,510)
Repayment of term loan	(6,383)	(3,392)
Repayment of hire purchase loan	(281)	(624)
Term loan interest paid	(728)	(1,013)
Revolving credit interest paid	(213)	(163)
Discount paid on bankers' acceptance	(83)	(137)
Hire purchase interest paid	(58)	(60)
(Repayment to)/Advance from director	-	-
Net cash used in financing activities	<u>(364)</u>	<u>(7,686)</u>
Net increase in cash and cash equivalents	<u>(847)</u>	<u>(9,062)</u>
Effect of exchange rate changes	(9)	12
Cash and cash equivalents at beginning of financial year	12,683	18,211
Cash and cash equivalents at end of financial year	<u><u>11,827</u></u>	<u><u>9,161</u></u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 28 February 2015 and the accompanying explanatory notes attached to the financial Statements)



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with FRS 134 Interim Financial Reporting and Chapter 9 Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 28 February 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 28 February 2015.

2 Accounting policies

The accounting policies, methods of computation & basis of consolidation adopted by the Group in the unaudited condensed interim financial statements are consistent with the audited financial statements for the year ended 28 February 2015 except for the adoption of the following new / revised Financial Reporting Standards (FRS), Amendments to FRSs and Interpretations as follows:

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2015

- Amendments to FRS 1 First-time Adoption of Financial Reporting Standards
- Amendments to FRS 2 Share-based Payment
- Amendments to FRS 3 Business Combinations
- Amendments to FRS 5 Non-current Assets Held for Sale and Discontinued Operations – Changes in Method of Disposal
- Amendments to FRS 7 Financial Instruments: Disclosures – Servicing Contracts and Applicability of the Amendments to FRS 7 to Condensed Interim Financial Statements
- Amendments to FRS 8 Operating Segments
- Amendments to FRS 10 Consolidated Financial Statements – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to FRS 11 Joint Arrangements – Accounting for Acquisitions of Interest in Joint Operations
- Amendments to FRS 13 Fair Value Measurement
- FRS 14 Regulatory Deferral Accounts
- Amendments to FRS 116 Property, Plant and Equipment
- Amendments to FRS 119 Employee Benefits – Defined Benefit Plans: Employee Contributions
- Amendments to FRS 124 Related Party Disclosure
- Amendments to FRS 127 Separate Financial Statements – Equity Method in Separate Financial Statements
- Amendments to FRS 128 Investment in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to FRS 134 Interim Financial Reporting – Disclosure of Information ‘Elsewhere in the Interim Financial Report’



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

- Amendments to FRS 138 Intangible Assets
- Amendments to FRS 140 Investment Property

The adoptions of the above FRSs, Amendment to FRSs and IC Interpretations are not expected to have any material impact on the financial statements of the Group.

Malaysian Financial Reporting Standards (MFRS Framework)

The Group and the Company fall under the Transitioning Entities provision granted by the MASB because it is within the scope of IC 15 Agreements for the Construction of Real Estate and FRS 141 Agriculture. On 2 September 2014, the MASB announced that all transitioning entities shall comply with Malaysian Financial Reporting Standards (MFRSs) for annual period beginning on or after 1 January 2017, thus the Group and the Company will adopt the MFRS Framework for annual period beginning on or after 1 January 2017.

The Group and the Company continued to prepare these financial statements for annual period beginning on 1 March 2015 in accordance with the FRSs issued by the MASB.

3 Audit Report Qualification

The audited reports for the financial year ended 28 February 2015 were not subject to any qualification.

4 Seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

5 Exceptional or unusual items

There were no exceptional or unusual items for the current financial period.

6 Change in estimates of amounts reported previously

There were no changes in estimates reported in prior years that have a material effect on the current financial period.

7 Debt and equity securities

There were no other issuance, cancellation, repurchases, resale and repayments of debt and equity securities for the current financial period.

8 Dividend paid

There was no dividend paid during the current quarter and financial period to date.



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

9 Segmental information

For 6 months ended 31 August 2015:

	Property Development RM'000	Property Construction RM'000	Chalet & Golf Management RM'000	Others RM'000	Total RM'000
Revenue	40,331	43,472	6,176	1,474	91,453
Inter-segment	-	(32,556)	-	(444)	(33,000)
	<u>40,331</u>	<u>10,916</u>	<u>6,176</u>	<u>1,030</u>	<u>58,453</u>
Segment Result	<u>4,108</u>	<u>717</u>	<u>(1,147)</u>	<u>(524)</u>	<u>3,154</u>
Interest income					185
Finance costs					(659)
Profit before taxation					<u>2,680</u>
Taxation					(916)
Profit for the period					<u><u>1,764</u></u>

For 6 months ended 31 August 2014:

	Property Development RM'000	Property Construction RM'000	Chalet & Golf Management RM'000	Others RM'000	Total RM'000
Revenue	41,977	73,680	6,375	2,529	124,561
Inter-segment	-	(29,771)	-	(1,519)	(31,290)
	<u>41,977</u>	<u>43,909</u>	<u>6,375</u>	<u>1,010</u>	<u>93,271</u>
Segment Result	<u>3,648</u>	<u>2,557</u>	<u>(1,597)</u>	<u>1,443</u>	<u>6,051</u>
Interest income					280
Finance costs					(689)
Profit before taxation					<u>5,642</u>
Taxation					(1,321)
Profit for the period					<u><u>4,321</u></u>

10 Valuation of property, plant and machinery

There were no valuation of property, plant and equipment carried out during the current financial period.

11 Valuation of investment properties

There were no valuation of property, plant and equipment carried out during the current financial period.



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

12 Material events subsequent

There were no material events subsequent to the end of the current quarter that have not been reflected in the interim financial report.

13 Changes in composition of the Group

There were no changes in the composition of the Group during the financial period.

14 Changes in contingent liabilities and contingent assets

The changes in contingent liabilities since the last annual balance sheet date made up to 31 August 2015 are as follows: -

	As at 1.3.2015 RM'000	Addition / (Deletion) RM'000	As at 31.08.2015 RM'000
Guarantees given to licensed banks for credit facilities utilised by the subsidiary companies	<u>34,523</u>	<u>2,434</u>	<u>36,957</u>
Guarantees given to suppliers for credit facilities utilised by the subsidiary companies	<u>956</u>	<u>(409)</u>	<u>547</u>
Total guarantees given for credit facilities available to the subsidiary companies	<u>178,463</u>	<u>-</u>	<u>178,463</u>

The provision of financial assistance to third parties will not have any financial impact on the Company unless its subsidiary companies default on payments.

15 Capital commitments

The amount of capital commitments not provided for in the interim financial report as at 31 August 2015 is as follows:

	RM'000
Land held for property development:- Approved & contracted	<u>72,439</u>

16 Capital expenditures

The additions and disposals to the property, plant and equipment during the current financial year to date were as follows:

	RM'000
Purchase of property, plant and equipment	<u>861</u>



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

Additional information required by the BMSB's Listing Requirements

1 Review of performance

Revenue	Individual Quarter 3 months ended			Cumulative Quarter 6 months ended		
	31/08/15 RM'000	31/08/14 RM'000	Variance RM'000	31/08/15 RM'000	31/08/14 RM'000	Variance RM'000
Property Development	14,346	22,897	(8,551)	40,331	41,977	(1,646)
Property Construction	4,387	19,916	(15,529)	10,916	43,909	(32,993)
Chalet & Golf Management	2,960	3,395	(435)	6,176	6,375	(199)
Others	545	461	84	1,030	1,010	20
Total	22,238	46,669	(24,431)	58,453	93,271	(34,818)

Profit/(loss) before tax	Individual Quarter 3 months ended			Cumulative Quarter 6 months ended		
	31/08/15 RM'000	31/08/14 RM'000	Variance RM'000	31/08/15 RM'000	31/08/14 RM'000	Variance RM'000
Property Development	2,010	4,554	(2,544)	4,057	3,650	407
Property Construction	21	874	(853)	418	2,417	(1,999)
Chalet & Golf Management	(675)	(693)	18	(1,210)	(1,668)	458
Others	(245)	(624)	379	(585)	1,243	(1,828)
Total	1,111	4,111	(3,000)	2,680	5,642	(2,962)

The Group's revenue for the current financial period and current quarter fell by RM34.818 million and RM24.431 million respectively, compared to the corresponding financial period and corresponding quarter last financial year. This decrease was largely attributed to a decline in revenue in the property construction division as a major construction project nears completion.

As a result, pre-tax profit for the current financial period was RM2.680 million, a decrease in pre-tax profit of RM2.962 million compared against the corresponding financial period, the decline in pre-tax profit was also due to a decline in profit contributed by 'others' division. Pre-tax profit for the current quarter was RM1.111 million, a decrease in pre-tax profit of RM3.000 million compared against the corresponding quarter.



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

Property Development Division

The property development's revenue for the current financial period and current quarter declined by RM1.646 million and RM8.551 million respectively, compared against that recorded for the corresponding financial period and the corresponding quarter.

The decline in revenue for the current financial period and current quarter is mainly due to a ongoing softening in demand, leading to a decrease in sales revenue over the period.

Pre-tax profit for the current financial period and current quarter was RM4.057 million and RM2.010 million respectively for the current financial period and current quarter.

The current financial period, however, represented an increase in pre-tax profit of RM0.407 million compared against the corresponding financial period. This was mainly due to contribution of profits from higher profit yielding property development projects which increased the overall gross profit margin of the division. At the same time, the division recorded a decline in pre-tax profit of RM2.544 million for the current quarter compared to the corresponding quarter.

Property Construction Division

Revenue for the property construction division for the current financial period and current quarter declined by RM32.993 million and RM15.529 million respectively, compared to the corresponding financial period and corresponding quarter.

Pre-tax profit of RM0.418 million and RM0.021 million for the current financial period and current quarter respectively declined by RM1.999 million and RM0.853 million compared to the corresponding financial period and corresponding quarter.

The decline was mainly due to one of the division's major construction project reaching completion.

Chalet & Golf Management Division

The chalet & golf management division recorded a pre-tax loss of RM1.210 million for the current financial period, a decrease in the pre-tax loss of RM0.458 million recorded for the corresponding financial period.

The chalet & golf management division recorded a pre-tax loss of RM0.675 million for the current quarter, a decrease in the pre-tax loss of RM0.018 million recorded for the corresponding quarter, while maintaining its revenue in the range of RM2.9 million to RM3.4 million.

The improvement in current financial period and current quarter performance is mainly due to the on-going cost rationalisation.



Others

'Others' division recorded a pre-tax loss of RM0.585 million for the current financial period, a decline in pre-tax profits of RM1.828 million compared to the corresponding financial period. The decline is mainly due to the one-off gain of RM2.302 million resulting from the fair value adjustment on investment properties that was recognised in corresponding financial period.

The division recorded a pre-tax loss of RM0.245 million for the current quarter, a decrease in pre-tax loss of RM0.379 million while maintaining its revenue in the range of RM0.4 million to RM0.6 million.

2 Variance of results against preceding quarter

The lower pre-tax profit of the Group for the quarter under review compared to that of the previous quarter (2QFY2016: RM1.111 million vs 1QFY2016: RM1.569 million) was largely due to decline in the pre-tax profit contribution from the property construction division as a result of a major construction project reaching completion.

3 Current year / future prospects

The operating environment for the property industry remains challenging due to a softening in the economic activity due to uncertainties in the domestic market on top of ongoing uncertainties in global markets. The company has, and is putting in place a number of measures to help offset softening sales in its property division as well as implementing cost efficiencies in its property management and chalet & golf management divisions.

Despite these continuing challenges, the next six months will see the launch of the Group's first two major residential projects in Kuala Lumpur. These two projects combined with the Group's diversified mix of high-end and affordable residential projects in northern Malaysia as well the ongoing development of a pipeline of new projects in Kuala Lumpur are all aimed at achieving a more diversified and robust revenue and profit base for the Group over the longer term.

4 Profit forecast

There were no profit forecasts or profit guarantees for the current financial period to date.



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

5 Taxation

	Current Quarter Q2 31 Aug 2015 RM'000	Preceding Quarter Q2 31 Aug 2014 RM'000	Current Period To-date 31 Aug 2015 RM'000	Preceding Period To-date 31 Aug 2014 RM'000
Current year taxation	269	619	1,122	1,354
Deferred taxation	(193)	(14)	(206)	(33)
	<u>76</u>	<u>605</u>	<u>916</u>	<u>1,321</u>

The effective tax rate for the financial period was higher than the statutory income tax rate in Malaysia due to the losses of certain subsidiaries that were not available for full set-off against taxable profits of other subsidiaries and certain expenses which were not deductible for tax purposes.

6 Status of corporate proposal

There was no corporate proposal announced as at the date of this announcement.

7 Borrowings and debt securities

The Group borrowings & debts securities as at 31 Aug 2015 were as follows:

	Secured RM'000
Bank Overdrafts	3,828
Short Term Bank Borrowings	19,334
Long Term Bank Borrowings	<u>22,659</u>
	<u>45,821</u>

The Group has no borrowing and debt securities denominated in foreign currency.

8 Realised and unrealised profits / losses

The details of the Group retained earnings as at 31 August 2015 comprised as follows:

	As at 31.08.2015 RM' 000	As at 31.08.2014 RM' 000
Total retained earnings of the Company and its subsidiaries :		
- Realised profits	166,248	158,884
- Unrealised losses	(14,342)	(15,565)
Total retained profits as per consolidated accounts	<u>151,906</u>	<u>143,319</u>



EUPE CORPORATION BERHAD (377762-V)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 AUGUST 2015

9 Changes in material litigation

There were no material litigations, which would have a material adverse effect on the financial results for the current financial period.

10 Dividend payable

The Board does not recommend the payment of any dividend for the current financial period.

11 Earnings per share

	Current Quarter RM	Period To-date RM
<i>Basic earnings per share</i>		
Net profit attributable to equity holders of the company (RM'000)	1,063	1,838
Weighted average number of ordinary shares ('000)	128,000	128,000
Basic earnings per share (sen)	0.83	1.44

12 Notes to the Statement of Comprehensive Income

	Current Quarter RM'000	Period To-date RM'000
Interest income	137	185
Interest expense	(359)	(659)
Other income	263	445
Depreciation and amortization	(976)	(2,003)
Provision for write off of receivables	-	(2)